



Daily Market Report 13th August, 2020.

Dear client,

Below are today highlights:

CURRENCY:

The shilling depreciated against the greenback to trade at **KES108.39/\$** in contrast to the **KES 108.33/\$** during the previous session. The shilling has remained under pressure since the mid-March, when the country reported its first case of COVID-19. Foreign investor outflows have increased and CBK has used its forex reserves in a bid to support the shilling. As at August 6th, CBK's usable foreign exchange reserves stood at **USD 9,290 million (5.64months of import cover)**.

MONEY MARKET:

The interbank rate decreased to **1.96%** from **2.02%**.

EQUITIES:

Equity turnover at the NSE decreased by **25.65%** to **KES 0.20Bn** from **KES 0.27Bn** recorded in the previous session. The top traders today were Equity, KCB and EABL. The counters' turnover stood at **KES 92Mn**, **KES 59Mn** and **KES14Mn** respectively. Foreign investors were net-sellers recording net inflows of **KES 0.044Bn** as compared to net outflows of **KES 0.002Bn** in the previous session. In terms of company specific foreign activity, foreigners were net-buyers on EABL and net-sellers on Equity and KCB.

SUMMARY OF MARKET STATISTICS:

KES	Today	Previous	%	Trend	YTD
Equity Turnover	198,178,331	266,538,577	(25.65)	↓	(34.76)
Total Volume Traded	8,043,400	11,849,200	(32.12)	↓	(24.62)
Market Cap (Bn KES)	1,990.89	2,007.23	(0.81)	↓	(21.62)
Bond Turnover (Bn KES)	2.81	2.07	35.25	↑	5,697.59
NSE 20 Share Index	1,738.58	1,751.39	(0.73)	↓	(34.50)
NSE All Share Index	129.70	130.76	(0.81)	↓	(22.06)
FTSE NSE KENYA 15 Index	153.85	156.79	(1.88)	↓	(30.48)
FTSE NSE Kenya 25 Index	168.01	170.72	(1.59)	↓	(26.79)
FTSE NSE KENYA Gov't bond index	97.66	97.64	0.02	↑	0.16
Foreign buys (KES)	107,015,295	149,306,425	(28.33)	↓	(56.46)
Foreign Sales (KES)	151,254,512	147,188,780	2.76	↑	98.79

(Source: NSE, AIB-AXYS)

Top Gainers

Company	(%)	Vol.
CRWN	9.41%	1,000
NMG	8.42%	118,000
EVRD	7.00%	500
LKL	3.96%	600
NBV	3.45%	1,300

(Source: NSE, AIB-AXYS)

Top Losers

Company	(%)	Vol.
CGEN	-6.67%	1,000
HAFR	-6.38%	132,500
KCB	-6.14%	1,944,600
TCL	-5.76%	11,200
CTUM	-5.63%	14,000

(Source: NSE, AIB-AXYS)

Top Movers

Company	Vol.
EQTY	3,273,500
KCB	1,944,600
SCOM	502,400
COOP	471,300
UCHM	321,000

(Source: NSE, AIB-AXYS)

Market Index Movement



(Source: NSE, AIB-AXYS)

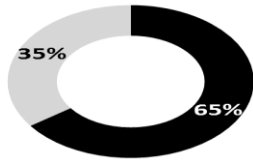
Currency

	Today	Previous	% A
USD/KES	108.39	108.33	-0.05%
EUR/KES	127.57	127.70	0.104%
GBP/KES	141.24	141.98	0.52%
JPY(100)/KES	101.36	101.48	0.12%
YUAN/KES	15.61	15.53	-0.51%
RUPEE/KES	1.45	1.45	-0.05%
KES/UGS	33.90	33.88	-0.08%
KES/TZS	21.45	21.46	0.05%
RAND/KES	6.24	6.17	-1.14%

(Source: NSE, AIB-AXYS)



Foreign and Local Participation



■ Foreign Investors ■ Local Investors

(Source: NSE, AIB-AXYS)

Top Foreign Buys

Company	Vol.
EQTY	54,839,800
KCB	28,395,720
EABL	13,651,975
SCOM	9,977,450
BKG	99,000

(Source: NSE, AIB-AXYS)

Top Foreign Sales

Company	Vol.
EQTY	89,558,500
KCB	55,309,005
SCOM	2,627,610
EABL	1,562,975
BKG	1,182,450

(Source: NSE, AIB-AXYS)

Top Traders (Ksh)

Top Traders (Ksh)	
EQTY	91,944,005
KCB	59,419,090
EABL	14,282,075
SCOM	13,999,270
COOP	4,984,075
TPSE	1,475,630
ABSA	1,373,678
NMG	1,290,950
SCBK	1,259,900
BKG	1,182,450
FAHR	1,118,624
NCBA	813,025
BAMB	771,670
KPLC	481,288
BAT	422,900

(Source: NSE, AIB-AXYS)

4-Day Key Market Indicators

Indicator	13 -Aug-20	12 -Aug-20	11 -Aug-20	10 -Aug-20
NSE 20	1738.58	1751.39	1733.14	1761.43
NASI	129.70	130.76	129.24	130.21
Market Cap (KES Bn)	1990.89	2007.23	1983.85	1998.72
Equity + I Reit turnover (KES Bn)	0.20	0.27	0.36	0.48
Bond Turnover (KES Bn)	2.81	2.07	3.20	2.67

(Source: NSE, AIB-AXYS)

FIXED INCOME MARKET:

Secondary bond market turnover was up, increasing by **35.25%** to **KES2.81Bn** from **KES2.07Bn** worth of bonds traded previously. The number of deals increased to **66** from **124** in the previous session. The **FXD1/2019/5Yr** was today's most traded bond.

DAY'S FEATURE: KCB Group un-audited results for the year ending 30th June.

Income Statement	1H19 KESM	1Q20 KES M	2Q20 KES M	1H20 KES M	AIB-AXYS estimates KES M	change y/y	Change q/q	Deviation
Interest Income	33,603	20,207	21,175	41,382	41,239	23.20%	4.80%	0.30%
Interest Expense	8,201	5,153	5,160	10,313	9,790	25.70%	0.10%	5.30%
Net Interest Income	25,402	15,054	16,016	31,070	31,449	22.30%	6.40%	-1.20%
Non Interest Income	13,172	7,897	6,067	13,964	13,605	6.00%	-23.20%	2.60%
Total Operating Income	38,574	22,951	22,082	45,033	45,054	16.70%	-3.80%	0.00%
Total Operating Expenses	17,610	11,131	10,050	21,181	27,849	20.30%	-9.70%	-23.90%
Loan Loss Provision Expense	3,031	2,898	8,129	11,027	6,759	263.80%	180.50%	63.20%
Operating Profit	20,964	11,820	12,032	23,852	17,205	13.80%	1.80%	38.60%
Profit Before Tax	17,933	8,922	3,903	12,825	17,205	-28.50%	-56.30%	-25.50%
Current Tax	5,210	2,660	2,587	5,247	4,301	0.70%	-2.70%	22.00%
Profit After Tax	12,723	6,262	1,316	7,578	12,904	-40.40%	-79.00%	-41.30%

. Our view: KCB Groups' net earnings have dipped 40.4% to KES 7.6B. This is due to an increase in NPLs as a result of a spike in provisions. The market is likely to view this decline negatively. The 2nd quarter has been the worst hit but we expect an improvement going forward.

The table below shows summary of trading activity at the Nairobi Stock Exchange at the end of day.

Security ID	Net Change	Per Change	Closing Price	Prev Closing Price	Total Turnover	Total Volume	Foreign Buys	Foreign Sales
CRWN	4.00	9.41%	46.50	42.50	46.500	1,000		
NMG	0.85	8.42%	10.95	10.10	1,290.950	118,000		
EVRD	0.07	7.00%	1.07	1.00	535	500		
LKL	0.18	3.96%	4.73	4.55	2,835	600		
NBV	0.02	3.45%	0.60	0.58	780	1,300		
SGL	0.60	2.74%	22.50	21.90	6,750	300		
JUB	5.50	2.56%	220.50	215.00	44,100	200		
NSE	0.12	1.82%	6.70	6.58	31,522	4,700		
SMER	0.05	1.54%	3.29	3.24	3,289	1,000		
EABL	2.00	1.32%	154.00	152.00	14,282.075	92,700	13,651,975	1,562,975
XPRS	0.05	1.30%	3.90	3.85	390	100		
LBTY	0.08	1.11%	7.30	7.22	2,190	300		
SCBK	1.25	0.83%	151.75	150.50	1,259,900	8,300		
UNGA	0.20	0.62%	32.70	32.50	13,080	400		
BRIT	0.04	0.59%	6.86	6.82	153,028	22,300		
CARB	0.02	0.25%	8.02	8.00	328,764	41,000		
SCAN	0.02	0.25%	8.02	8.00	373,958	46,600		216,072
ABSA	-	0.00%	9.06	9.06	1,373,678	151,700		58,880
OCH	-	0.00%	2.45	2.45	735	300		
SASN	-	0.00%	17.00	17.00	35,700	2,100		
TPSE	-	0.00%	14.40	14.40	1,475,630	102,500		
WTK	-	0.00%	144.00	144.00	302,450	2,100		
KAPC	(0.25)	-0.31%	80.00	80.25	8,000	100		
KEGN	(0.02)	-0.35%	5.76	5.78	234,358	40,700		
SCOM	(0.10)	-0.36%	27.85	27.95	13,999,270	502,400	9,977,450	2,627,610
DTK	(0.25)	-0.37%	67.25	67.50	235,600	3,500	33,750	
TOTL	(0.10)	-0.43%	23.00	23.10	89,695	3,900		
COOP	(0.05)	-0.47%	10.60	10.65	4,984,075	471,300	17,600	17,600
KPLC	(0.01)	-0.53%	1.89	1.90	481,288	255,000		
BKG	(0.10)	-0.60%	16.50	16.60	1,182,450	71,700	99,000	1,182,450
HFCK	(0.03)	-0.78%	3.81	3.84	34,281	9,000		
BAT	(3.75)	-1.14%	325.25	329.00	422,900	1,300		32,900
NCBA	(0.30)	-1.28%	23.15	23.45	813,025	35,100		
KUKZ	(6.00)	-1.51%	391.00	397.00	39,100	100		
KNRE	(0.04)	-1.69%	2.32	2.36	249,253	107,300		
SBIC	(1.50)	-2.00%	73.50	75.00	73,600	1,000		
UMME	(0.20)	-2.65%	7.36	7.56	45,680	6,200		
UCHM	(0.01)	-3.13%	0.31	0.32	99,111	321,000		
SLAM	(0.50)	-3.57%	13.50	14.00	67,500	5,000		
CIC	(0.08)	-3.85%	2.00	2.08	397,660	198,700		
FAHR	(0.22)	-3.89%	5.44	5.66	1,118,624	205,700		
CABL	(0.07)	-4.09%	1.64	1.71	8,016	4,900		
FTGH	(0.06)	-4.14%	1.39	1.45	1,389	1,000		
EQTY	(1.25)	-4.26%	28.10	29.35	91,944,005	3,273,500	54,839,800	89,558,500
BAMB	(1.30)	-4.72%	26.25	27.55	771,670	29,400		688,520
CTUM	(1.30)	-5.63%	21.80	23.10	305,415	14,000		
TCL	(0.11)	-5.76%	1.80	1.91	20,174	11,200		
KCB	(2.00)	-6.14%	30.55	32.55	59,419,090	1,944,600	28,395,720	55,309,005
HAPR	(0.03)	-6.38%	0.44	0.47	57,667	132,500		
CGEN	(1.50)	-6.67%	21.00	22.50	21,000	1,000		
ARM	-		5.55	5.55				
BOC	-		57.75	57.75				
DCON	-		0.45	0.45				
EGAD	-		10.50	10.50				
GLD	-		1,970.00	1,970.00				
IMH	-		45.65	45.65				
KQ	-		3.83	3.83				
KURV	-		1,500.00	1,500.00				
LIMT	-		385.00	385.00				
MSC	-		0.28	0.28				
NBK	-		4.12	4.12				
ORCH	-		12.25	12.25				
PORT	-		13.85	13.85				

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